97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB0206

Introduced 01/21/11, by Rep. Jack McGuire

SYNOPSIS AS INTRODUCED:

40 ILCS 5/3-114.1

from Ch. 108 1/2, par. 3-114.1

30 ILCS 805/8.35 new

Amends the Downstate Police Article of the Pension Code. Provides that the monthly pension of a police officer who receives a line of duty disability pension who was hired on or before January 1, 1979, who received a line of duty benefit on or after January 1, 1993 with at least 14 years of service, and who applies within 6 months after the effective date of the amendatory Act shall be increased in January of the year following the year he or she attains age 50 by 3% of the original grant of pension for each year he or she received pension payments, and, in each January thereafter, the police officer shall receive an additional increase of 3% of the original pension. Amends the State Mandates Act to require implementation without reimbursement. Effective immediately.

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FISCAL NOTE ACT MAY APPLY

PENSION IMPACT NOTE ACT MAY APPLY

STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

A BILL FOR

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AN ACT concerning public employee benefits.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Pension Code is amended by changing
Section 3-114.1 as follows:

6 (40 ILCS 5/3-114.1) (from Ch. 108 1/2, par. 3-114.1)

Sec. 3-114.1. Disability pension - Line of duty.

8 (a) If a police officer as the result of sickness, accident 9 or injury incurred in or resulting from the performance of an act of duty, is found to be physically or mentally disabled for 10 service in the police department, so as to render necessary his 11 or her suspension or retirement from the police service, the 12 police officer shall be entitled to a disability retirement 13 14 pension equal to the greatest of (1) 65% of the salary attached to the rank on the police force held by the officer at the date 15 of suspension of duty or retirement, (2) the retirement pension 16 17 that the police officer would be eligible to receive if he or she retired (but not including any automatic annual increase in 18 19 that retirement pension), or (3) the pension provided under subsection (d), if applicable. 20

A police officer shall be considered "on duty" while on any assignment approved by the chief of the police department of the municipality he or she serves, whether the assignment is 1 within or outside the municipality.

2 (b) If a police officer on disability pension dies while 3 still disabled, the disability pension shall continue to be 4 paid to his or her survivors in the sequence provided in 5 Section 3-112.

6 (c) From and after July 1, 1987, any pension payable under 7 this Section shall be at least \$400 per month, without regard 8 to the fact that the disability or death of the police officer 9 occurred prior to that date. If the minimum pension established 10 in Section 3-113.1 is greater than the minimum provided in this 11 Section, the Section 3-113.1 minimum controls.

12 (d) A disabled police officer who (1) is receiving a 13 pension under this Section on the effective date of this 14 amendatory Act of the 91st General Assembly, (2) files with the 15 Fund, within 30 days after that effective date and annually 16 thereafter while the pension remains payable, a written 17 application for the benefits of this subsection, including an affidavit stating that the applicant has not earned any income 18 19 from gainful employment during the most recently concluded tax 20 year and a copy of his or her most recent Illinois income tax return, (3) has service credit in the Fund for at least 7 years 21 22 of active duty, and (4) has been receiving the pension under 23 this Section for a period which, when added to the officer's total service credit in the Fund, equals at least 20 years, 24 25 shall be eligible to receive an annual noncompounded increase 26 in his or her pension under this Section, equal to 3% of the

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1 original pension.

2 The Fund may take appropriate steps to verify the 3 applicant's disability and earnings status, and for this 4 purpose may request from the Department of Revenue a certified 5 copy of the applicant's Illinois income tax return for any year 6 for which a benefit under this Section is payable or has been 7 paid.

8 The annual increase shall accrue on each anniversary of the 9 initial pension payment date, for so long as the pension 10 remains payable to the disabled police officer and the required 11 annual application is made, except that the annual increases 12 under this subsection shall cease if the disabled police 13 officer earns income from gainful employment. Within 60 days 14 after accepting an initial application under this subsection, 15 the Fund shall pay to the disabled police officer, in a lump 16 sum without interest, the amounts resulting from the annual 17 increases that have accrued retroactively.

This subsection is not limited to persons in active service 18 on or after its effective date, but it applies only to a 19 20 pension that is payable under this Section to a disabled police officer (rather than a survivor). Upon the death of the 21 22 disabled police officer, the annuity payable under this Section 23 to his or her survivors shall include any annual increases previously received, but no additional increases shall accrue 24 25 under this subsection.

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(e) The monthly pension of a police officer who receives a

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| 1 | line of duty pension under this Section who was hired on or |
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| 2 | before January 1, 1979, who received a line of duty benefit on |
| 3 | or after January 1, 1993 with at least 14 years of service, and |
| 4 | who applies within 6 months after the effective date of this |
| 5 | amendatory Act of the 97th General Assembly shall be increased |
| 6 | in January of the year following the year he or she attains age |
| 7 | 50 by 3% of the original grant of pension for each year he or |
| 8 | she received pension payments. In each January thereafter, the |
| 9 | police officer shall receive an additional increase of 3% of |
| 10 | the original pension. |
| 11 | (Source: P.A. 91-939, eff. 2-1-01.) |

Section 90. The State Mandates Act is amended by adding Section 8.35 as follows:

14 (30 ILCS 805/8.35 new)
15 Sec. 8.35. Exempt mandate. Notwithstanding Sections 6 and 8
16 of this Act, no reimbursement by the State is required for the
17 implementation of any mandate created by this amendatory Act of
18 the 97th General Assembly.

Section 99. Effective date. This Act takes effect upon
 becoming law.